

Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".

ELLIPSIZ LTD

Half Year Financial Statement And Dividend Announcement for the Period Ended 31/12/2003

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Income Statement for 6 months ended	Note	----- The Group -----		Increase/ (Decrease) %
		31 December 2003 \$'000	31 December 2002 \$'000	
Revenues		29,005	26,712	9
Cost of revenues		(24,223)	(23,319)	4
Gross Profit		4,782	3,393	41
Other Income	N1a	5,380	2,080	159
Distribution costs		(1,761)	(1,875)	(6)
Administrative expenses		(4,507)	(4,169)	8
Other operating expenses		(8)	(10,048)	(100)
Profit / (Loss) from operations		3,886	(10,619)	137
Finance costs		(27)	(181)	(85)
Share of results of associated companies and jointly controlled entity		142	4	3,450
Profit / (Loss) from ordinary activities before taxation	N1	4,001	(10,796)	137
Tax expense	N2	(247)	(206)	20
Profit / (Loss) from ordinary activities after taxation but before minority interests		3,754	(11,002)	134
Minority Interests		(26)	7	(471)
Net Profit / (Loss) attributable to shareholders		3,728	(10,995)	134
Profit / (loss) per share - Basic (cents)		1.88	(5.55)	134
- Diluted (cents)		1.87	(5.55)	134

Notes:

Profit / (Loss) from ordinary activities before taxation

N1 Profit / (Loss) from ordinary activities before taxation

Profit / (Loss) from ordinary activities before taxation includes the following:

(a)		----- The Group -----	
		31 December 2003 \$'000	31 December 2002 \$'000
	Other Income		
	Rental income	227	126
	Exchange gain / (loss), net	(173)	186

Interest income from banks	58	129
Management fees	-	(5)
Sundry income	65	104
Grant income	95	1,540
Gain on disposal of property, plant and equipment	25	-
Gain on disposal of unquoted equity investments previously written off	(4)	-
Reversal of impairment loss provided in previous financial years	4,817	-
Negative goodwill recognised	270	-
	<u>5,380</u>	<u>2,080</u>

----- The Group -----	
31 December 2003	31 December 2002
\$'000	\$'000

(b) Other expenses:-

Depreciation of property, plant and equipment	807	2,476
Allowance made for:		
- inventory obsolescence	17	-
- doubtful trade receivables	(62)	(2)
Impairment losses incurred on property, plant and equipment	-	10,048
Bad debts written off	-	6
Amortisation of goodwill	8	-
Amortisation of intangible assets	242	183

----- The Group -----	
31 December 2003	31 December 2002
\$'000	\$'000

(N2) Tax expense

Recognised in the profit and loss account

Current tax expense:		
- current year	297	163
- adjustment for over provision in respect of prior years	(50)	(22)
	<u>247</u>	<u>141</u>
Deferred tax expense:		
- overprovision in respect of prior years	-	65
Total income tax expense in profit and loss account	<u>247</u>	<u>206</u>

(N3) Interested Persons Transaction

There was no significant interested persons transaction in the financial period reported.

(N4) Capital Commitments

Capital commitments as at 31 December 2003 was \$973,000 (30 June 2003 : \$Nil).

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance Sheet as at	----- The Group -----			----- The Company -----		
	31 December 2003	30 June 2003	Increase/ (Decrease) %	31 December 2003	30 June 2003	Increase/ (Decrease) %
	\$'000	\$'000	%	\$'000	\$'000	%

Non-Current Assets

Property, plant and equipment	6,893	2,347	194	242	1,160	(79)
Intangible assets	2	244	(99)	2	244	(99)
Investments in subsidiaries	-	-	-	10,610	5,402	96
Investments in associates	925	46	1,911	842	50	1,584
Other financial assets	79	79	-	75	75	-
Long term loan to associates	1,650	-	100	1,650	-	100
Lease receivable	-	1,871	(100)	-	-	-
Deferred tax asset	521	533	(2)	-	-	-
	<u>10,070</u>	<u>5,120</u>	<u>97</u>	<u>13,421</u>	<u>6,931</u>	<u>94</u>

Current Assets

Inventories	5,212	3,298	58	-	-	-
Trade and other receivables	16,643	12,381	34	3,208	1,944	65
Amount owing by related parties	144	15	860	8,779	9,711	(10)
Lease receivable	-	696	(100)	-	-	-
Cash and cash equivalents	27,617	33,372	(17)	9,367	17,330	(46)
	<u>49,616</u>	<u>49,762</u>	<u>-</u>	<u>21,354</u>	<u>28,985</u>	<u>(26)</u>

Less:

Current Liabilities

Trade and other payables	15,443	13,136	18	3,955	4,452	(11)
Amounts owing to related parties	-	5	(100)	16	9	78
Interest-bearing loans and borrowings	371	1,068	(65)	69	218	(68)
Provision for taxation	1,013	1,014	-	-	-	-
	<u>16,827</u>	<u>15,223</u>	<u>11</u>	<u>4,040</u>	<u>4,679</u>	<u>(14)</u>
Net Current Assets	<u>32,789</u>	<u>34,539</u>	<u>(5)</u>	<u>17,314</u>	<u>24,306</u>	<u>(29)</u>
	<u>42,859</u>	<u>39,659</u>	<u>8</u>	<u>30,735</u>	<u>31,237</u>	<u>(2)</u>

Less:

Non-Current Liabilities

Interest-bearing loans and borrowings	-	27	(100)	-	27	(100)
Deferred taxation	194	193	1	186	186	-
	<u>194</u>	<u>220</u>	<u>(12)</u>	<u>186</u>	<u>213</u>	<u>(13)</u>
	<u>42,665</u>	<u>39,439</u>	<u>8</u>	<u>30,549</u>	<u>31,024</u>	<u>(2)</u>
Minority Interests	<u>(868)</u>	<u>(1,220)</u>	<u>(29)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS	<u>41,797</u>	<u>38,219</u>	<u>9</u>	<u>30,549</u>	<u>31,024</u>	<u>(2)</u>

CAPITAL AND RESERVES

Share Capital	49,500	49,500	-	49,500	49,500	-
Reserves	(7,703)	(11,281)	(32)	(18,951)	(18,476)	3
	<u>41,797</u>	<u>38,219</u>	<u>9</u>	<u>30,549</u>	<u>31,024</u>	<u>(2)</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31/12/2003	As at 30/06/2003
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Secured	Unsecured	Secured	Unsecured
0.4 million	0	1.07 million	0

Amount repayable after one year

As at 31/12/2003		As at 30/06/2003	
Secured	Unsecured	Secured	Unsecured
0	0	0.03 million	0

Details of any collateral

As at 31 December 2003, the Group's borrowings comprised hire purchase liabilities and finance lease arrangements.

The hire purchase and finance leases are secured by selected items of the Group's plant, equipment and machinery with total carrying value as at 31 December 2003 of \$677,000 (June 2003 : \$557,000) and selected intangible assets with carrying value of \$Nil (June 2003 : \$93,000).

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Cash Flow Statement for the period ended	31 December 2003 \$'000	31 December 2002 \$'000
Cash Flows from Operating Activities		
Profit / (Loss) from ordinary activities	4,001	(10,796)
Adjustments for:-		
Depreciation of property, plant and equipment	807	2,476
Interest income	(58)	(128)
Interest expense	27	181
(Gain) / Loss on disposal of property, plant and equipment	(25)	-
Allowance made for doubtful debts	(62)	-
Gain on disposal of unquoted equity investments	4	-
Amortisation of intangible assets	242	183
Impairment losses on property, plant and equipment	-	10,048
Grant income	(95)	(1,540)
Amortisation of goodwill	8	-
Reversal of impairment loss provided in prior year	(4,817)	-
Undistributed (profits) / losses of associated companies and a jointly controlled entity	(142)	(4)
Goodwill on consolidation	(270)	-
Operating profit / (loss) before working capital changes	(380)	420
Changes in working capital		
Inventories	(1,914)	(202)
Balances with associated companies	-	(43)
Balances with related parties	(197)	-
Trade and other receivables	(4,385)	(2,608)
Lease receivables	2,567	-
Trade and other payables	2,307	(1,967)
Cash used in operations	(2,002)	(4,400)
Interest received	65	126
Interest paid	(27)	(181)
Income tax paid	(235)	(159)
Net cash outflow from operating activities	(2,199)	(4,614)
Cash Flows from Investing Activities		

Purchase of property, plant and equipment	(710)	(469)
Proceeds from disposal of property, plant and equipment	25	113
Proceed from liquidation of unquoted equity investments	42	-
Purchase of intangible assets	-	(13)
Investment in associates	(850)	-
Acquisition of additional shareholding in a subsidiary from minority shareholders	(23)	-
Net cash acquired on acquisition of remaining interest in jointly controlled entity	139	-
Net cash outflow from investing activities	(1,377)	(369)

Cash Flows from Financing Activities

Balances with associates	(3)	7
Balances with affiliated companies	-	26
Balances with shareholders	(11)	6
Balances with employees / directors	-	(46)
Repayment of term loan	-	(53)
Long term loan to associates	(1,650)	-
Repayment of bank loans	-	(1,052)
Repayment of hire purchase and finance lease instalments	(724)	(577)
Grant received	350	450
Net cash outflow from financing activities	(2,038)	(1,239)
Net Decrease in Cash And Cash Equivalents	(5,614)	(6,222)
Cash And Cash Equivalents At Beginning of Year	33,372	44,015
Effect of Exchange Rate Changes on Balances in Foreign Currencies	(141)	(314)
Cash And Cash Equivalents At End of Half Year	27,617	37,479

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

For the 6 months ended	Share capital \$'000	Share premium \$'000	Capital reserve \$'000	Exchange translation reserve \$'000	Accumulated profits/(losses) \$'000	Total \$'000
The Group						
31 December 2003						
At 1 July 2003	49,500	37,944	(11,720)	(237)	(37,268)	38,219
Translation difference arising on consolidation of foreign subsidiaries	-	-	-	(150)	-	(150)
Profit for the financial period	-	-	-	-	3,728	3,728
At 31 December 2003	49,500	37,944	(11,720)	(387)	(33,540)	41,797
31 December 2002						
At 1 July 2002 (restated)	49,500	37,944	(11,720)	(20)	(21,501)	54,203
Translation difference arising on consolidation of foreign subsidiaries	-	-	-	(218)	-	(218)
Loss for the financial period	-	-	-	-	(10,995)	(10,995)
At 31 December 2002	49,500	37,944	(11,720)	(238)	(32,496)	42,990

For the 6 months ended	Share capital \$'000	Share premium \$'000	Accumulated losses \$'000	Total \$'000
The Company				
31 December 2003				

At 1 July 2003	49,500	37,944	(56,420)	31,024
Loss for the year	-	-	(475)	(475)
At 31 December 2003	49,500	37,944	(56,895)	30,549

31 December 2002

At 1 July 2002	49,500	37,944	(28,430)	59,014
Loss for the year	-	-	(26,372)	(26,372)
At 31 December 2002	49,500	37,944	(54,802)	32,642

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There is no issue of new shares by the Company during the financial period.

Subsequent to 31 December 2003, 505,333 new shares of \$0.25 each were issued for:

- (a) the 265,833 awards vested on 6 January 2004; and
- (b) the exercise of 239,500 options granted under the Ellipsiz Share Option Plan.

Subsequent to the vesting of the tranche of awards on 6 January 2004 and exercise of options to date, the outstanding awards and options are:

- (a) awards of 373,167 ordinary shares of \$0.25 each granted to eligible employees and directors under the Ellipsiz Restricted Stock Plan; and
- (b) options to subscribe 1,016,500 ordinary shares of \$0.25 each granted to eligible employees and directors under the Ellipsiz Share Option Plan. The options are exercised at the subscription price of \$0.25.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The financial statements were not audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The financial statements were prepared in accordance with Singapore Financial Reporting Standards ("FRS") including related Interpretations promulgated by the Council on Corporate Disclosure and Governance ("CCDG").

The accounting policies and methods of computation used in the preparation of the financial statements are consistent with those used in the annual report for the financial year ended 30 June 2003.

5. If there are any changes in the accounting policies and methods of computation,

including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

The calculation of basic earnings per share is based on the Group's net profit attributable to shareholders of \$3,728,000 (31 December 2002 : Net loss of \$10,995,000) divided by the weighted average ordinary shares of 198,000,000 (31 December 2002 : 198,000,000) in issue during the financial period.

The diluted earnings per share is calculated by dividing the Group's net loss attributable to shareholders by the weighted average number of ordinary shares in issue, adjusted for the effect of dilutive options and awards during the financial period.

	----- Group -----	
	31 December 2003	31 December 2002
Net profit / (loss) attributable to shareholders	3,728,000	(10,995,000)
Weighted average number of ordinary shares applicable to the basic earnings / (loss) per share	198,000,000	198,000,000
Effect of dilutive share options and awards	1,037,498	-
Weighted average number of ordinary shares applicable to diluted earnings / (loss) per share	<u>199,037,498</u>	<u>198,000,000</u>
Earnings / (Loss) per share - basic (cents)	1.88	(5.55)
- diluted (cents)	1.87	(5.55)

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

- (a) current financial period reported on; and
(b) immediately preceding financial year.

	----- The Group -----	----- The Company -----
Net asset value per ordinary share based on issued share capital of the company at the end of the:-		
(a) Current period reported on 31 December 2003	21.11 cents	15.43 cents
(b) Immediately preceding financial year on 30 June 2003	19.30 cents	15.67 cents

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

INCOME STATEMENT

Turnover and Gross Profit

The Group's turnover increased by 8.6% from \$26.7 million in the first half of FY2003 to \$29.0 million in the corresponding period of FY2004. The improvement was attributed to the new pump refurbishment operations in Taiwan and the improved sales performance by our existing Taiwan subsidiary.

Gross profit of the Group increased from \$3.4 million in FY2003 to \$4.8 million in FY2004, an improvement of 41%. The improved gross profit was mainly attributed by the lower direct manufacturing costs in Advanced Packaging Solutions ("APS") Group, which resulted from (a) the lower depreciation expenses in APS Group in view of the provision for impairment losses on its plant and equipment in FY2002 and FY2003 and (b) the incurrence of lower direct labour costs due to the cost restructuring exercise.

Other Income

Other income increased by \$3.3 million. As at end of the financial period, the Group reviewed its impairment provision status in accordance to the Financial Reporting Standards ("FRS"). In the light of the conclusion of a deal to dispose APS Group's plant and equipment during the financial period, the Group reversed \$4.7 million of its impairment provision on plant and equipment to reflect the net realizable value of the equipment.

Excluding the reversal of impairment provision, other income stood at \$0.7 million, which was 65% lower than the corresponding period of last financial year. The main reason was in first half year of FY2003, the group recorded a grant income of \$1.5 million but in corresponding period of FY2004, the income recorded was only \$0.1 million.

Distribution, administration and other operating expenses

There was no significant movement in the distribution and administration expenses.

The other operating expenses in FY2003 related mainly to the provision of impairment losses on the plant and equipment of APS Group.

Finance Costs

In view of the decrease in Group's borrowings, interest expenses decreased by 85% from \$181,000 to \$27,000.

Share of results of associated companies and a jointly-controlled entity

The share of results of associated companies and a jointly-controlled entity increased by \$138,000 to \$142,000.

Tax expenses

The tax expense for the financial period stood at \$247,000, an increase of 20% over corresponding period of FY2003. The tax expense comprised current period tax of \$297,000 and an adjustment of \$50,000 for the overprovision of prior years tax expense.

Profit (Loss) from ordinary activities but before minority interest

The Group's profit from ordinary activities but before minority interest for the six months ended 31 December 2003 stood at \$3.8 million. In the corresponding period of last financial year, the Group incurred losses from ordinary activities of \$11.0 million.

The positive variance of \$14.8 million can mainly be attributed by:-

- (a) improved gross profit of \$1.4million;
- (b) higher other income of \$3.3million; and
- (c) non-recurrence of the impairment provision of \$10.0million on plant and equipment

BALANCE SHEET

Non-current Assets

Property, plant and equipment as at 31 December 2003 increased by 194% or \$4.5 million as compared to the 30 June 2003 position. The increase is attributed to:-

- (a) the additional capital expenditure of \$0.7 million for the financial period, the majority of which are incurred for the new pump refurbishment facilities in Taiwan.
- (b) the reversal of the provision for impairment losses on property, plant and equipment. As at 31 December 2003, the Group reviewed its provision status on the impairment losses of property, plant and equipment and in view of the concluded deal to dispose APS Group's equipment, the Group reversed \$4.6 million as other income during the financial period to reflect the net realizable value of the equipment.

Investments in associated companies stood at \$0.9 million as at 31 December 2003. During the financial period, the Group invested in two new associated companies, namely SV Probe Asia Pte Ltd and Chiron SemiLab Pte Ltd. The Group had also extended loan totaling \$1.7 million to its new associated companies for their working capital purposes.

The lease receivable of \$1.9million was fully repaid by the customer during the financial period.

Net Current Assets

Net current assets decreased by 5% from \$34.5 million as at 30 June 2003 to \$32.8 million as at 31 December 2003.

During the financial period, the Group's inventory and trade and other receivables increased by 58% and 34% respectively. The above increases were partially offset by the decrease in cash and cash equivalents balance and the increase in trade and other payables balance.

LIQUIDITY AND CAPITAL RESERVES

The net cashout flows of the Group during the financial period amounted to \$5.6million.

The cash outflow of \$2.2 million from operating activities was mainly due to

- (a) the increase in inventory balance;
- (b) the increase in trade and other receivables; partially offset by
- (c) the settlement of the lease receivables; and
- (d) the higher trade and other payables.

The cash outflow of \$1.4 million for investing activities was mainly attributed by the investment of \$0.9 million in two new associated companies and the capital expenditure of \$0.7 million during the financial period.

Loan of \$1.7 million granted to associated companies and repayment of outstanding financing to hire purchase and finance lease creditors, partially offset by the grant received during the period, contributed to the \$2.0 million cash outflow for financing activities.

As at 31 December 2003, the Group's cash and cash equivalent stood at \$27.6 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Industry Outlook

As we enter the second half of Ellipsiz's financial year, the industry looks set to rebound strongly from its three-year slump, boosted by macroeconomic as well as industry factors. The projection of the OECD is that the synchronised global growth - with the fastest United States economic expansion in three years, and increasing confidence in Asia and Europe - will lead to an average growth of 3 per cent next year and 3.1 per cent in 2005, up from 2 per cent this year, for its 30 member countries, which include the US, Japan, Germany, France, Mexico and South Korea.

Global growth and the return of confidence will boost semiconductor revenues, say industry analysts such as IC Insights, Infrastructure, VLSI Research, Semico Research, Gartner and Advanced Forecasting. At a January 2004 SEMI conference, they predict revenues to increase from 20 percent to 31 percent this year, with equipment spending to be even greater, as high as 40 percent, as the industry scrambles to add fab capacity and to catch up with technology upgrades.

These unanimously upbeat forecasts were predicated on the fact that with the sudden spike in demand from three years of withholding upgrades in IT (including PCs and networks) and cell phones, coupled with the roll-out of a new wave of "smart" and "wireless" consumer electronics, chip makers will need to scramble to buy equipment and build new fabs to make up for their under-investment in the last three years.

Another industry consultant, Strategic Marketing Associates, also counts 40 upgrades or new fab projects that are likely to start construction in the next four quarters, mainly in Asia, including in resurgent Japan. In addition, 17 new fabs are expected to come online in the next four quarters. These new fabs and upgrades will of course spur demand for fab equipment and services.

According to VLSI Research, wafer-fab equipment sales are expected to be \$24.1 billion in 2004, up 44.5 percent over 2003; Test and related equipment sales are expected to reach \$10.7 billion in 2004, up 42.1 percent over 2003; Assembly equipment sales are expected to hit \$3.2 billion in 2004, up 40.3 percent over 2003; Spare parts are projected to grow to \$5.5 billion, up 20.7 percent.

The Asia Pacific's semiconductor industry is expected to outpace other parts of the world in this rebound. Already accounting for more than 40% of the world's semiconductor capital spending, its 'growth drivers' include the returning tide of outsourcing by US and European chip producers to manufacture in Asia, and the vigorous rebound of the Japanese electronics industry. Soundview, a specialist consultant in semiconductor investments, has forecast a 30% jump in semiconductor capital spending by Japanese companies in 2004, to US\$8.1b, and a 64% leap for "Rest of Asia", comprising China and SE Asia. While still insignificant in terms of worldwide wafer capacity, China's share will grow to 9 percent in 2007, up from 4 percent in 2003. Its dynamism is driven by global recovery, domestic demand for chips for PCs, cell

phones, consumer electronics and automotives, as well as determined policy support by the Chinese government to accelerate the development of its fledgling semiconductor segment.

While the industry is hailing 2004 as the long-awaited daybreak, there are shadows lurking in the background. Besides the threat of a loss of confidence in the sustainability of the US recovery, a more direct risk in this up-cycle is the likelihood that semiconductor equipment vendors may not be able to respond fast enough to the steep spike in demand, following the brutal downsizing and consolidation of equipment players in the last three years. This potential bottleneck in the supply chain could mean that the semiconductor industry may not be able to reap the full harvest before the expected downturn sometime in 2005.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

Not Applicable

(d) Books closure date

Not Applicable

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend had been declared / recommended for the current financial year.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business Segments

	Engineering Solutions \$'000	Advanced Packaging Solutions \$'000	Supply Chain Solutions \$'000	Eliminations \$'000	Consolidated \$'000
<i>Revenue and Expenses</i>					
<i>For the 6 months ended</i>					
<i>31 December 2003</i>					
Total revenue from external customers	27,515	1,490	-	-	29,005
Inter-segment revenue	21	-	-	(21)	-
Total Revenue	<u>27,536</u>	<u>1,490</u>	<u>-</u>	<u>(21)</u>	<u>29,005</u>
Segment results	<u>1,742</u>	<u>4,327</u>	<u>(3)</u>	<u>-</u>	<u>6,066</u>

Unallocated corporate income / (expenses)	-	-	-	-	(2,238)
Share of results of associated companies and jointly controlled entity	142	-	-	-	142
Loss from ordinary activities before interest income/(expense) and taxation	-	-	-	-	3,970
Interest income	-	-	-	-	58
Interest expense	-	-	-	-	(27)
Taxation	-	-	-	-	(247)
Minority interest	-	-	-	-	(26)
Net profit for half year					<u>3,728</u>

**For the 6 months ended
31 December 2002**

Total revenue from external customers	24,867	1,833	12	-	26,712
Inter-segment revenue	183	-	-	(183)	-
Total Revenue	<u>25,050</u>	<u>1,833</u>	<u>12</u>	<u>(183)</u>	<u>26,712</u>
Segment results	<u>595</u>	<u>(12,866)</u>	<u>35</u>	<u>312</u>	<u>(11,924)</u>
Unallocated corporate income	-	-	-	-	1,177
Share of results of associated companies and jointly controlled entity	4	-	-	-	4
Loss from ordinary activities before interest income/(expense) and taxation	-	-	-	-	(10,743)
Interest income	-	-	-	-	128
Interest expense	-	-	-	-	(181)
Taxation	-	-	-	-	(206)
Minority interest	-	-	-	-	7
Net loss for half year					<u>(10,995)</u>

**Assets and Liabilities
31 December 2003**

Segment assets	33,233	6,559	23	-	39,815
Unallocated corporate assets	-	-	-	-	17,123
Investment in associated companies	925	-	-	-	925
Income tax assets	-	-	-	-	1,823
Total assets					<u>59,686</u>
Segment Liabilities	12,874	3,061	8	-	15,943
Unallocated corporate liabilities	-	-	-	-	(500)
Interest-bearing loans and borrowings	-	-	-	-	371
Income tax liabilities	-	-	-	-	1,207
Total liabilities					<u>17,021</u>

30 June 2003

Segment assets	33,498	1,408	25	(1,020)	33,911
Unallocated corporate assets	-	-	-	-	19,089
Investment in associated companies	46	-	-	-	46
Income tax assets	-	-	-	-	1,836
Total assets					<u>54,882</u>
Segment Liabilities	8,413	3,932	9	(1,020)	11,334
Unallocated corporate liabilities	-	-	-	-	1,807
Interest-bearing loans and borrowings	-	-	-	-	1,095
Income tax liabilities	-	-	-	-	1,207
Total liabilities					<u>15,443</u>

	Engineering Solutions \$'000	Advanced Packaging Solutions \$'000	Supply Chain Solutions \$'000	Consolidated \$'000
<i>Capital Expenditure</i>				
31 December 2003				
Capital expenditure on property, plant and equipment				
- allocated to business segments	710	-	-	710
- corporate	-	-	-	-
				<u>710</u>
31 December 2002				
Capital expenditure on property, plant and equipment				
- allocated to business segments	447	10	1	458
- corporate	-	-	-	11
				<u>469</u>
Capital expenditure on intangible assets				
- allocated to business segments	10	2	-	12
- corporate	-	-	-	1
				<u>13</u>
<i>Significant Non-cash Items</i>				
31 December 2003				
Depreciation of property, plant and equipment:				
- allocated to business segments	751	-	-	751
- unallocated corporate expenses	-	-	-	56
				807
Amortisation of intangible assets:				
- allocated to business segments	209	-	-	209
- unallocated corporate expenses	-	-	-	33
				242
Grant income	-	95	-	95
Reversal of impairment loss provided in previous financial years	-	4,817	-	4,817
31 December 2002				
Depreciation of property, plant and equipment:				
- allocated to business segments	942	1,409	6	2,357
- unallocated corporate expenses	-	-	-	119
				2,476
Impairment losses incurred on:				
- property, plant and equipment	-	10,048	-	10,048
Amortisation of intangible assets:				
- allocated to business segments	134	23	5	162
- unallocated corporate expenses	-	-	-	21
				183
Grant income	-	1,540	-	1,540

Geographical Segments

	Singapore \$'000	Other Asean Countries \$'000	Other Regions \$'000	Eliminations \$'000	Consolidated \$'000
31 December 2003					
Total revenue from external customers	15,225	5,614	8,166	-	29,005
Segment assets	23,934	5,951	9,930	-	39,815
Unallocated corporate assets	17,123	-	-	-	17,123
Investment in associated companies	925	-	-	-	925
Income tax assets	1,575	240	8	-	1,823
	43,557	6,191	9,938	-	59,686
Capital expenditure on property, plant and equipment	9	-	701	-	710
31 December 2002					
Total revenue from external customers	15,041	5,962	5,709	-	26,712
30 June 2003					
Segment assets	15,341	5,713	12,912	(55)	33,911
Unallocated corporate assets	19,089	-	-	-	19,089
Investment in associated companies	46	-	-	-	46
Income tax assets	1,575	240	21	-	1,836
	36,051	5,953	12,933	(55)	54,882
31 December 2002					
Capital expenditure - property, plant and equipment	354	26	89	-	469
Capital expenditure - intangible assets	10	1	2	-	13

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not Applicable

15. A breakdown of sales.

Not Applicable

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Total Annual Dividend (*Refer to Para 16 of Appendix 7.2 for the required details*)

	Latest Full Year ()	Previous Full Year ()
Ordinary	0	0
Preference	0	0
Total:	0	0

BY ORDER OF THE BOARD

Chong Fook Choy
Chairman and Chief Executive Officer
19/02/2004